Instrument Prepared By: Mas + Dir Board 528

BOOK 523 PAGE 506

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

ENTERED

IN RE:

SUPPLEMENTAL ORDER REGARDING DOCKET NUMBER VGOB-00-1121-0836

ELECTIONS: UNIT C-26 (herein "Subject Drilling Unit")

REPORT OF BOARD

FINDINGS AND ORDER

This Supplemental Order is entered by the Board *sua sponte* in the form authorized by the Board at hearings held on February 15, 1994 and June 16, 1992; and this Supplemental Order is being recorded for the purpose of supplementing the Order previously in the captioned matter on March 2, 2001 which was recorded at Deed Book 520, Page 253 in the Office of the Clerk of the Circuit Court of Buchanan County, Virginia, on March 7, 2001, (herein "Board Order") and completing the record regarding elections.

Findings:

The Board finds that:

The Board Order directed Consol Energy Inc. (herein "Designated Operator") to mail copies of the Board Order to all Respondents whose interests, if any, were pooled by the said Board Order;

The Designated Operator filed its affidavit of elections disclosing that it had mailed a true and correct copy of the Board's Order to all Respondents whose interests, if any, were pooled by said Board Order;

The Board Order required each Respondent whose interests, if any, were pooled by the terms of said Board Order to make an election within thirty (30) days after the date of mailing or recording, as applicable, of said Order; the affidavit of elections filed herein and annexed hereto as Exhibit A states: (i) whether each Respondent has made or failed to make a timely election; (ii) the nature of any election(s) made; and (iii) whether, by reason of a failure to elect or to timely elect one or more Respondents are deemed, under the terms of the Board's Order, to have leased all their rights, title, interests, estates and claims in Subject Drilling Unit to the Applicant;

That the affidavit of elections annexed hereto with the Exhibits submitted therewith identifies the Respondent(s) making a timely election, if any, identifies the Respondent(s), if any, who are deemed to have leased; identifies the conflicting interests and claims which require escrow; identifies the interests and claims, if any, requiring escrow under Virginia Code section 45.1-361.21.D.; and identifies the Respondents, if any, who may be dismissed by reason of having leased or entered into a voluntary agreement with the Applicant.

The affidavit of elections indicates that the escrow of funds is required with regard to Unit C-26;

Order: By this Order, the Board orders the Designated Operator to tender, consistent with and in accordance with the findings set forth at paragraph 2. above and the annexed affidavit of elections with Exhibits thereto, any funds subject to escrow and instructs the Escrow Agent, First Union National Bank, Corporate Trust PA1328,123 Broad Street, Philadelphia, PA 19109-1199, Telephone: (215) 985-3485 or (800) 664-9359, Attn: Don Ballinghoff, or any successor named by the Board to establish interest bearing escrow account(s), IRS Tax Identification Number 54-1629506, in accordance with the information set forth in the affidavit of elections with Exhibits thereto, to receive funds and account to the Board therefore.

BOOK 523 PAGE 507

Mailing of Order and Filing of Affidavit: The Designated Operator under the captioned Order or shall file an affidavit with the Secretary of the Board within ten (10) days after the date of receipt of this Order stating that a true and correct copy of this Order was mailed to each Respondent whose interests or claims are subject to escrow and whose address is known within seven seven (7) days from the date of receipt of this Order.

<u>Conclusion:</u> Therefore, the findings and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.

Effective Date: This Order shall be effective on the date of its	
DONE AND EXECUTED this	, 2001, by a majority of the
Virginia Gas and Oil Board.	3
	1
	B July
C	nairman, Benny M. Wampler
STATE OF VIRGINIA	•
COUNTY OF WISE	
Acknowledged on this st day of May	, 2001, personally before me a notary
public in and for the Commonwealth of Virginia, appeared Benny R	. Wampler, being duly sworn did depose and
say that he is Chairman of the Virginia Gas and Oil Board, that he exc	ecuted the same and was authorized to do so.
	(Samit
Si	Isan G. Garrett
	otary
My commission expires: $1-3/-02$.	
DONE AND PERFORMED THIS 4th day of Mouy	, 2001, by Order of the Board.
	Al Wilm
$\overline{\mathbf{B}}$	Ad Wiln R. Wilson
$\overrightarrow{\mathbf{B}}$	R. Wilson irector of the Division of Gas & Oil Board
B. D	R. Wilson irector of the Division of Gas & Oil Board of Principal Executive to the Board
B. D. ar	
B. D. an STATE OF VIRGINIA	
STATE OF VIRGINIA COUNTY OF WASHINGTON	
STATE OF VIRGINIA COUNTY OF WASHINGTON	
STATE OF VIRGINIA COUNTY OF WASHINGTON Acknowledged on this day of day of notary public in and for the Commonwealth of Virginia, appeared F	, 2001, personally before me a 3. R. Wilson, being duly sworn did depose
STATE OF VIRGINIA COUNTY OF WASHINGTON Acknowledged on this day of day of notary public in and for the Commonwealth of Virginia, appeared F and say that he is Acting Principal Executive to the Staff, Virginia	, 2001, personally before me a 3. R. Wilson, being duly sworn did depose
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STATE OF VIRGINIA COUNTY OF WASHINGTON Acknowledged on this day of day of notary public in and for the Commonwealth of Virginia, appeared I and say that he is Acting Principal Executive to the Staff, Virginia same and was authorized to do so.	, 2001, personally before me a 3. R. Wilson, being duly sworn did depose

VIRGINIA:

Exhibit A

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

Application of BUCHANAN PRODUCTION CO. for Forced Pooling of Interests in CBM Unit C-26 VGOB-00-1121-0836 in the Garden District of Buchanan County, Virginia

AFFIDAVIT OF Consol Energy Inc. (herein "Designated Operator") REGARDING ELECTIONS, ESCROW AND SUPPLEMENTAL ORDER

Leslie K. Arrington, being first duly sworn on oath, deposes and says:

That your affiant is employed by Consol Energy Inc., as a Gas Engineer and is duly authorized to make this affidavit on behalf of the designated operator,

That the Order entered on March 2, 2001, by the Virginia Gas and Oil Board (hereinafter "Board") regarding the captioned CBM Unit required the Applicant to mail a true and correct copy of said Order to each person pooled by the Order;

That within seven (7) days of receipt of an executed copy of the Order referred to at paragraph 2. above, your affiant caused a true and correct copy of said Order to be mailed via the United States Postal Service to each Respondent named in the captioned Application, whose address was known, and to all persons, if any, who were added as Respondents at the hearing held in the captioned matter; that proof of such mailing has previously been tendered to the Division of Gas and Oil, the Office of the Gas and Oil Inspector, at Abingdon, Virginia;

That the Order of the Board in the captioned matter required all persons pooled thereby to tender their written elections to the Unit Operator within thirty (30) days of the date the Order was recorded in the county identified above; that said Order was recorded on March 7, 2001;

That the designated operator Consol Energy Inc. has established procedures to review all mail received and all written documents received other than by mail to ascertain whether parties whose interests have been pooled have made a written election, in a timely fashion, as required by the captioned Order; that said procedures were followed to identify the elections, if any, made with regard to the Subject Unit; that the following persons delivered, by mail or otherwise, written elections the Unit Operator, within the thirty day elections period:

None.

That Respondents identified in Exhibit B-3 hereto are, having failed to make any election, deemed to have leased their coalbed methane rights, interests and claims to Applicant, all as provided in the Board's Order of March 2, 2001;

See Attached Exhibit B-3

BOOK 523 PAGE 509

That the rights, interests and claims of the following persons are subject to escrow under the Board's Order pooling the captioned Unit, Board Regulations and the Code of Virginia:

See attached Exhibit E

That after the pooling hearing held in the captioned matter, the following persons have leased or entered into a voluntary agreement with the Designated Operator:

None

that to the extent any of said persons listed in Exhibit B-2 have rights, interests and claims which are not subject to escrow, they should be dismissed as respondents; the Operator requests that the following persons be dismissed as Respondents:

None

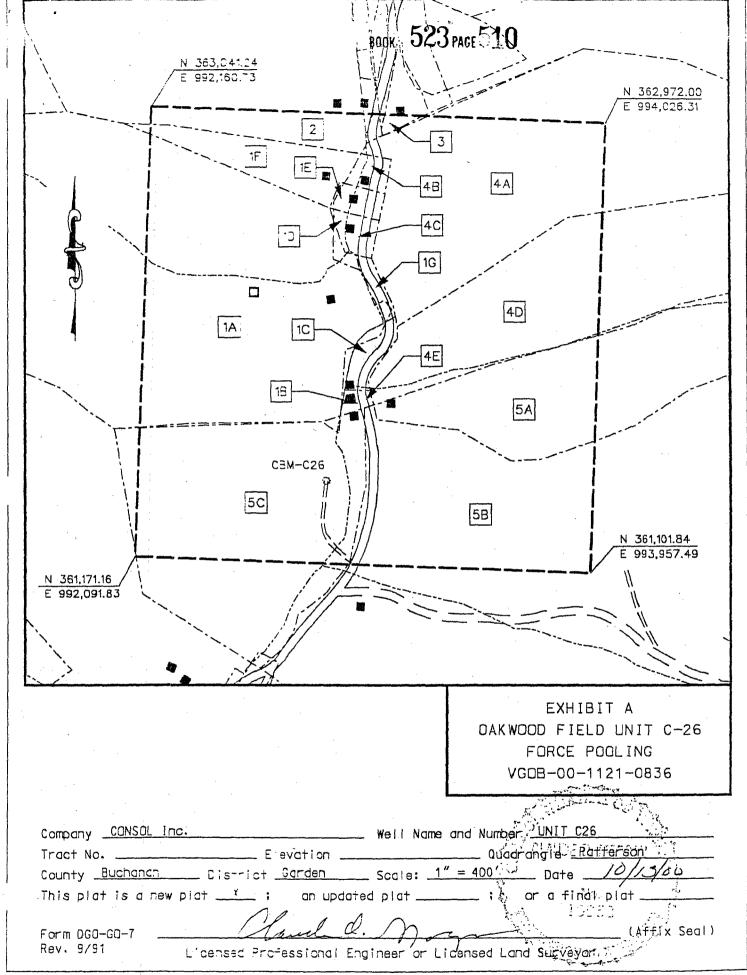
That the persons identified in Exhibit EE attached hereto have entered into royalty split agreements that allow the Applicant/Designated Operator to pay them directly without the need to escrow funds which would otherwise be in conflict.

None

That pursuant to the provisions of VAC 25-160-70.A.10. and C. and VAC 25-160-80 the annexed supplemental order sets forth the interests and claims that require escrow of funds pursuant to Virginia Code sections 45.1-361.21.D. and 45.1-361.22.A.3. and 4.

Da	ted at Tazewell, Virginia, this 2 VP day of APRIL , 2001.
	Heslie K. Arrington
Taken, su behalf of the	bscribed and sworn to before me by Leslie K. Arrington as Gas Engineer of Consol Energy Inc., on corporate Designated Operator, this and day of April 2001.
	Notary

My commission expires: 11/30/01.



	1.	C.L. Ritter Lumber Co Tr. 60 - Coal, Oil & Gas Island Creek Coal Company - Below Drainage Coal Leased Jewell Smokeless Coal Corp Above Drainage Coal Leased Buchanan Production Co CBM Leased 26.30 Acres 32.8750%
	1A. & 1D. 1B. 1C. 1E. & 1F. 1G.	Robert Clarence Viars - Surface Paul E. Smith - Surface Ralph Cole - Surface Jerry Howard - Surface VDOT - Surface
-	2.	C.L. Ritter Lumber Co Tr. 17 - Coal, Oil & Gas Island Creek Coal Company - Below Drainage Coal Leased Jewell Smokeless Coal Corp Above Drainage Coal Leased Buchanan Production Co CBM Leased Juanita Matney - Surface 2.66 Acres 3.3250%
	3.	Unknown - Coal, Oil & Gas 0.72 Acres 0.90%
	4.	C.L. Ritter Lumber Co Tr. 20 - Coal, Oil & Gas Island Creek Coal Company - Below Drainage Coal Leased Jewell Smokeless Coal Corp Above Drainage Coal Leased Buchanan Production Co CBM Leased Juanita Matney - Surface 21.75 Acres 27.1875%
	4A. 4B. 4C. 4D. 4E.	Jerry Boyd - Surface Jerry Howard - Surface Robert Clarence Viars - Surface Raymond Gibson - Surface VDOT - Surface
	5.	C.L. Ritter Lumber Co Tr. 21 - Coal, Oil & Gas Island Creek Coal Company - Below Drainage Coal Leased Jewell Smokeless Coal Corp Above Drainage Coal Leased Buchanan Production Co CBM Leased 26.54 Acres 33.1750%
	5A. 5B. 5C.	Raymond Gibson - Surface C.L. Ritter Lumber Co Surface C.L. Ritter Lumber Co. et al Surface
	6.	C.L. Ritter Lumber Co Tr. 22 - Coal, Oil & Gas Island Creek Coal Company - Below Drainage Coal Leased Jewell Smokeless Coal Corp Above Drainage Coal Leased Buchanan Production Co CBM Leased North American Timber Corporation (Georgia-Pacific Corporation et al.) - Surface 2.03 Acres 2.5375%

Exhibit B-3 UNIT C-26 Docket # VGOB - 00-1121-0836 List of Unleased Owners/Claimants

BOOK 523 PAGE 512

····		Acres in Unit	Percent of Unit
ł.	COAL FEE OWNERSHIP		
	Tract #3, 0.72 acres		
	(1) Unknown	0.72 acres	0.900%
H.	OIL & GAS FEE OWNERSHIP		
	Tract #3, 0.72 acres		
	(1) Unknown	0.72 acres	0.900%

Exhibit E UNIT C-26 Docket # VGOB - 00-1121-0836 List of Owners/Claimants that require escrow

BOOK 523 PAGE 513

		Acres in Unit	Percent of Unit
I.	COAL FEE OWNERSHIP		
	<u>Tract #3, 0.72 acres</u>		
	(1) Unknown	0.72 acres	0.900%
H.	OIL & GAS FEE OWNERSHIP		
	<u>Tract #3, 0.72 acres</u>		
	(1) Unknown	0.72 acres	0.900%

*Escrowing will be required for Unknown parties.

VIRGINIA: In the Clerk's Office of the Circuit Court of Buchanan County. The foregoing instrument was this day presented in the office aforesaid high is together with the certificate of acknowledgment ann xed, admitted to record this day of the county of the circuit Court of Buchanan County. The foregoing instrument was this day presented in the office aforesaid high is together with the certificate of acknowledgment ann xed, and the county of the circuit Court of Buchanan County. The foregoing instrument was this day presented in the office aforesaid high is together with the certificate of acknowledgment ann xed, and the county of the c

COMMONWEALTH OF VIRGINIA



BUCHANAN COUN

D: 05/07/01 AT 08:53 EX: N LOC: CO EX: N PCT: 100% RECEIPT: 01000002413

RECEIVED OF THE MINES HINERALS ENERGY
CHECK 1 \$72.00
DESCRIPTION 1: 4 DECLARATION OF POOLINGS
E. BATCH RECEIPT: 010001220 THRU 010001223
CONSIDERATION:
CODE DESCRIPTION
PAID CODE DESCRIPTION
301 DEEDS

DEPT MINES MINERALS ENERBY

ZIG BOOK: AND OIL BOARD

BUCHANAN CO

CHECK: #11
DESCRIPTION 1: 7 DECLARAT
CONSIDERATION:
CODE DESCRIPTION
301 DEEDS

FAID 7.00

119.00 117.00 100.00

72.83 72.83 .63

CLERK OF COURT: JAMES M. BEVINS JR.

DC-18 (10/00)